



DEFENSE FINANCE AND ACCOUNTING SERVICE  
ARLINGTON

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NOV 14 2002

DFAS-DFM

MEMORANDUM FOR DIRECTOR, MILITARY PAY OPERATIONS, DEFENSE  
FINANCE AND ACCOUNTING SERVICE (PM/CL)

SUBJECT: Interim Change to the DoDFMR, Vol 7A, Chapter 35,  
Regarding Grade of Payment and Computation days for  
Reservist (DFAS Item L-63)

Attached is Interim Change 54-02 to Chapter 35 of the  
Defense Financial Management Regulation (DoDFMR), Volume 7A.  
This change is effective immediately. It revises verbiage for  
"examination for promotion" to "physical examination", updates  
the maximum amount of points per year in computation of total  
service for reservists, and removes a repealed reference.

We have evaluated your comments on the proposed change and  
included your comments where appropriate. Assignment of the  
interim change number is your authority to initiate procedural  
modifications to implement this change. Use the attached to  
initiate the formal change to the DoDFMR, Volume 7A.

Jerry S. Hinton  
Director for Finance

Attachment:  
As stated

cc: OUSD(C) (ODCFO) (FP)  
DASD(MPP) (Comp)  
ODGC(F)  
Service Liaisons  
USCG/NOAA/PHS Liaisons  
DFAS-GAM/DE  
DFAS-PMJE/DE  
DFAS-DDM/CL

**Chapter 35**  
**Disability Severance Pay**

**1. Delete the following from paragraph 350403.A:**

“(exception: a member of the Regular forces may not have inactive duty performed under 10 U.S.C 270 (reference (c)) included in the calculation).”

**2. Revise paragraph 350403.C.4 to read:**

For those selected for promotion, if the disability is found during a physical examination, the grade or rank to which member would have been promoted if there were no disability.

**3. Add Bibliography for 350403.C.4 reference as follows:**

Public Law 107-107, section 593, December 28, 2001

**4. In paragraph 350403.D note, change the following:**

“...in excess of 60 during...” to “...in excess of 90 during...”

**5. Add Bibliography for 350403.D reference as follows:**

10 U.S.C. 12733